House of Representatives



General Assembly

File No. 383

January Session, 2015

Substitute House Bill No. 6885

House of Representatives, April 1, 2015

The Committee on General Law reported through REP. BARAM of the 15th Dist., Chairperson of the Committee on the part of the House, that the substitute bill ought to pass.

AN ACT PERMITTING RESTAURANT, CAFE AND TAVERN ALCOHOLIC LIQUOR PERMIT HOLDERS TO SELL GROWLERS OF BEER AT RETAIL.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Section 30-22 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- (a) A restaurant permit shall allow the retail sale of alcoholic liquor 3 4 to be consumed on the premises of a restaurant. A restaurant patron 5 shall be allowed to remove one unsealed bottle of wine for off-6 premises consumption provided the patron has purchased such bottle of wine at such restaurant and has purchased a full course meal at 8 such restaurant and consumed a portion of the bottle of wine with such meal on such restaurant premises. For the purposes of this 10 section, "full course meal" means a diversified selection of food which 11 ordinarily cannot be consumed without the use of tableware and 12 which cannot be conveniently consumed while standing or walking. A 13 restaurant permit, with prior approval of the Department of Consumer

Protection, shall allow alcoholic liquor to be served at tables in outside areas which are screened or not screened from public view where permitted by fire, zoning and health regulations. If not required by fire, zoning or health regulations, a fence or wall enclosing such outside areas shall not be required by the Department of Consumer Protection. No fence or wall used to enclose such outside areas shall be less than thirty inches high. Such permit shall also authorize the sale at retail from the premises of sealed containers supplied by the permittee of draught beer for consumption off the premises. Such sales shall be conducted only during the hours a package store is permitted to sell alcoholic liquor under the provisions of subsection (d) of section 30-91. Not more than four liters of such beer shall be sold to any person on any day on which the sale of alcoholic liquor is authorized under the provisions of subsection (d) of section 30-91. The annual fee for a restaurant permit shall be one thousand four hundred fifty dollars.

- (b) A restaurant permit for beer shall allow the retail sale of beer and of cider not exceeding six per cent of alcohol by volume to be consumed on the premises of a restaurant. Such permit shall also authorize the sale at retail from the premises of sealed containers supplied by the permittee of draught beer for consumption off the premises. Such sales shall be conducted only during the hours a package store is permitted to sell alcoholic liquor under the provisions of subsection (d) of section 30-91. Not more than four liters of such beer shall be sold to any person on any day on which the sale of alcoholic liquor is authorized under the provisions of subsection (d) of section 30-91. The annual fee for a restaurant permit for beer shall be three hundred dollars.
- (c) A restaurant permit for wine and beer shall allow the retail sale of wine and beer and of cider not exceeding six per cent of alcohol by volume to be consumed on the premises of the restaurant. A restaurant patron may remove one unsealed bottle of wine for off-premises consumption provided the patron has purchased a full course meal and consumed a portion of the bottle of wine with such meal on the restaurant premises. Such permit shall also authorize the sale at retail

48 from the premises of sealed containers supplied by the permittee of

- 49 draught beer for consumption off the premises. Such sales shall be
- 50 conducted only during the hours a package store is permitted to sell
- 51 <u>alcoholic liquor under the provisions of subsection (d) of section 30-91.</u>
- Not more than four liters of such beer shall be sold to any person on
- 53 any day on which the sale of alcoholic liquor is authorized under the
- 54 provisions of subsection (d) of section 30-91. The annual fee for a
- restaurant permit for wine and beer shall be seven hundred dollars.
- 56 (d) Repealed by P.A. 77-112, S. 1.
- (e) A partially consumed bottle of wine that is to be removed from the premises pursuant to subsection (a) or (c) of this section shall be securely sealed and placed in a bag by the permittee or permittee's agent or employee prior to removal from the premises.
- (f) "Restaurant" means space, in a suitable and permanent building, kept, used, maintained, advertised and held out to the public to be a place where hot meals are regularly served, but which has no sleeping accommodations for the public and which shall be provided with an adequate and sanitary kitchen and dining room and employs at all times an adequate number of employees.
- Sec. 2. Section 30-22a of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
 - (a) A cafe permit shall allow the retail sale of alcoholic liquor to be consumed on the premises of a cafe. Premises operated under a cafe permit shall regularly keep food available for sale to its customers for consumption on the premises. The availability of sandwiches, soups or other foods, whether fresh, processed, precooked or frozen, shall be deemed compliance with this requirement. The licensed premises shall at all times comply with all the regulations of the local department of health. Nothing herein shall be construed to require that any food be sold or purchased with any liquor, nor shall any rule, regulation or standard be promulgated or enforced requiring that the sale of food be substantial or that the receipts of the business other than from the sale

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of liquor equal any set percentage of total receipts from sales made therein. A cafe permit shall allow, with the prior approval of the Department of Consumer Protection, alcoholic liquor to be served at tables in outside areas that are screened or not screened from public view where permitted by fire, zoning and health regulations. If not required by fire, zoning or health regulations, a fence or wall enclosing such outside areas shall not be required by the Department of Consumer Protection. No fence or wall used to enclose such outside areas shall be less than thirty inches high. Such permit shall also authorize the sale at retail from the premises of sealed containers supplied by the permittee of draught beer for consumption off the premises. Such sales shall be conducted only during the hours a package store is permitted to sell alcoholic liquor under the provisions of subsection (d) of section 30-91. Not more than four liters of such beer shall be sold to any person on any day on which the sale of alcoholic liquor is authorized under the provisions of subsection (d) of section 30-91. The annual fee for a cafe permit shall be two thousand dollars.

- (b) (1) A cafe patron may remove one unsealed bottle of wine for off-premises consumption provided the patron has purchased a full course meal and consumed a portion of the wine with such meal on the cafe premises. For purposes of this section, "full course meal" means a diversified selection of food which ordinarily cannot be consumed without the use of tableware and which cannot be conveniently consumed while standing or walking.
- (2) A partially consumed bottle of wine that is to be removed from the premises pursuant to this subsection shall be securely sealed and placed in a bag by the permittee or the permittee's agent or employee prior to removal from the premises.
- (c) As used in this section, "cafe" means space in a suitable and permanent building, kept, used, maintained, advertised and held out to the public to be a place where alcoholic liquor and food is served for sale at retail for consumption on the premises but which does not

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necessarily serve hot meals; it shall have no sleeping accommodations for the public and need not necessarily have a kitchen or dining room but shall have employed therein at all times an adequate number of employees.

Sec. 3. Section 30-26 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

A tavern permit shall allow the retail sale of beer and of cider not exceeding six per cent of alcohol by volume and wine to be consumed on the premises of a tavern with or without the sale of food. "Tavern" means a place where beer and wine are sold under a tavern permit. Such permit shall also authorize the sale at retail from the premises of sealed containers supplied by the permittee of draught beer for consumption off the premises. Such sales shall be conducted only during the hours a package store is permitted to sell alcoholic liquor under the provisions of subsection (d) of section 30-91. Not more than four liters of such beer shall be sold to any person on any day on which the sale of alcoholic liquor is authorized under the provisions of subsection (d) of section 30-91. The annual fee for a tavern permit shall be three hundred dollars.

This act shall take effect as follows and shall amend the following					
sections:					
Section 1	from passage	30-22			
Sec. 2	from passage	30-22a			
Sec. 3	from passage	30-26			

GL Joint Favorable Subst.

The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

OFA Fiscal Note

State Impact:

Agency Affected	Fund-Effect	FY 15 \$	FY 16 \$	FY 17 \$
Revenue Serv.,	GF - Revenue	Up to \$1.2	Up to \$7.3	Up to \$7.3
Dept.	Gain	million	million	million

Note: GF=General Fund

Municipal Impact: None

Explanation

The bill results in a revenue gain by allowing restaurant, café, and tavern alcohol permittees to sell at retail four litres of beer in sealed containers (also known as "growlers") to individuals for off-premise consumption.

Currently there are 2,525 active restaurant, café, and tavern alcohol permittees in the state. Assuming that 50% of those permittees sells ten growlers per day at an average cost of \$25 each, the revenue generated would be up to \$7.3 million. The actual revenue generated will depend on (1) the actual number of permittees that choose to sell growlers and (2) the consumer demand for such a product.

The Out Years

The annualized ongoing fiscal impact identified above would continue into the future subject to inflation.

OLR Bill Analysis sHB 6885

AN ACT PERMITTING RESTAURANT, CAFE AND TAVERN ALCOHOLIC LIQUOR PERMIT HOLDERS TO SELL GROWLERS OF BEER AT RETAIL.

SUMMARY:

This bill allows restaurant, café, and tavern alcohol permittees to sell at retail, permittee-provided sealed containers of draught beer for offpremises consumption.

These retail sales are limited to (1) four liters of beer per day to any individual and (2) the authorized hours for off-premises alcohol consumption sales. By law, off-premises sale and dispensing of alcohol are allowed only on Monday to Saturday from 8:00 a.m. to 9:00 p.m. and Sundays from 10:00 a.m. to 5:00 p.m. Permittees cannot sell or dispense alcohol on Thanksgiving Day, New Year's Day, or Christmas Day.

EFFECTIVE DATE: Upon passage

COMMITTEE ACTION

General Law Committee

Joint Favorable Substitute Yea 18 Nay 0 (03/12/2015)